

March 25, 2021

Ms. Nancy Rumrill  
U.S. Environmental Protection Agency, Region 9  
Drinking Water Protection Services, WTR-3-2  
75 Hawthorne Street  
San Francisco, California 94105

**Re: Transmittal of Updated Closure Cost Estimate in Support of Application for Underground Injection Control Permit, Florence Copper Project, Florence, Arizona**

Dear Ms. Rumrill:

Pursuant to our telephone conversation on March 11, 2021, Florence Copper Inc. (Florence Copper) herewith transmits an updated closure cost estimate in support of our application for an Underground Injection Control (UIC) Permit submitted to the U.S. Environmental Protection Agency (USEPA) on October 4, 2019 (Application). This information reflects our understanding of, and response to, the USEPA request to update and clarify the closure cost estimate.

Attachment F has been revised to incorporate updated closure costs which include the monitoring and abandonment costs for the supplemental monitoring wells (including fault monitoring wells, Underground Source of Drinking Water monitoring wells, and annular conductivity device demonstration wells) requested by the USEPA. The revised attachment include the following changes:

1. The text has been revised to reflect the updated closure costs, and to correct an inconsistency wherein total estimated closure costs cited in the previous version of the text did not match that shown on Tables F-1 and F-2.
2. Tables F-1 and F-2 have been revised to reflect the updated closure costs which include monitoring and abandonment costs for the supplemental monitoring wells requested by the USEPA.
3. The draft financial instrument included in Exhibit F-4 has been updated to reflect the new closure cost estimate.

The revised version of Attachment F included herewith is provided with all Tables and supporting Exhibits.

Please contact me at 520-316-3710 if you require any additional information.

Sincerely,  
Florence Copper Inc.

A handwritten signature in black ink, appearing to read 'Brent Berg', with a long, sweeping horizontal line extending to the right.

Brent Berg  
General Manager

cc: Maribeth Greenslade, Arizona Department of Environmental Quality

Enclosures